Manitoba

ANNUAL REPORT

1983 - 1984

The Co-operative Promotion Board

Manitoba

Minister of
Cooperative Development

314 Legislative Building
Winnipeg, Manitoba, CANADA
R3C 0V8

Her Honour P. McGonigal,
Lieutenant-Governor of Manitoba,
Government House,
10 Kennedy Street,
Winnipeg, Manitoba

May It Please Your Honour:

I have the privilege to present for the information of Your Honour the Annual Report of The Co-operative Promotion Board for the year ended March 31, 1984.

Respectfully submitted,

Jay Cowan,
Minister

Manitoba

Cooperative Promotion Board

800 — 215 Garry Street
Winnipeg, Manitoba, CANADA
R3C 3P3

Telephone: 945-3748

Honourable Jay Cowan,
Minister,
Manitoba Cooperative Development,
Room 314,
Legislative Building,
Winnipeg, Manitoba

Dear Sir:

I have the pleasure to present the Annual Report of The Co-operative Promotion Board for the fiscal year ended March 31, 1984.

Respectfully submitted,

H. Rempel,
Chairman of the Board

MEMBERS OF

THE CO-OPERATIVE PROMOTION BOARD

MARCH 31, 1984

Herman Rempel, Chairman	- Morden, Manitoba
Vera Dufault, Vice-Chairperson	- Winnipeg, Manitoba
Eric Harbottle, Secretary	- Winnipeg, Manitoba
Tim Grew	- Thompson, Manitoba
Darlene Crolly	- Thompson, Manitoba
Ron Kostesky	- Rossburn, Manitoba
Martin O'Connor	- Winnipeg, Manitoba

REPORT OF
THE CO-OPERATIVE PROMOTION BOARD

LEGISLATION

The Co-operative Promotion Board operates under the terms of The Wheat Board Money Trust Act. The Co-operative Promotion Board acts as trustee for those surplus funds of the original Canadian Wheat Board which were apportioned to Manitoba by the Government of Canada.

Manitoba received the sum of $128,000 in this distribution, which is invested under The Wheat Board Money Trust Act. The Co-operative Promotion Board is empowered to utilize the income derived from investments to promote research into cooperative organizations, support educational programs on cooperatives, and make grants to cooperatives or agricultural organizations to promote the general welfare of rural Manitobans.

Members of The Co-operative Promotion Board were appointed by the Lieutenant-Governor-in-Council. The Deputy Minister of Manitoba Cooperative Development, serves as a member of the Board, as per The Wheat Board Money Trust Act.

ACTIVITIES 1983-1984

Total amount of grant monies disbursed for 1983/84 was $9,163; the breakdown being as follows:

- A grant of $2,500 was made to Le Conseil de la Cooperation to assist in its development activities. The grant, which was the second half of a $5,000 grant, was utilized to sponsor training sessions for board volunteers in the francophone cooperative sector and the promotion of the cooperative philosophy through the francophone community.

- A $1,000 grant was made to the proposed Co-op '75. Due to the closure of the Red River Cooperative store in St. Norbert, a group of concerned community members were undertaking a membership drive in order to establish a new cooperative.

- A $337.36 grant was made to Teulon Co-op to assist in the payment of start-up costs. Due to the closure of Red River Cooperative store in Teulon, a group of concerned community members were undertaking a membership drive in order to establish a new cooperative.

- A $3,000 grant was made to Westman Media Co-op Ltd. to assist in the payment of costs associated with attendance at a World Media Conference.

- A special services grant of $2,326 was made towards the operation of a mobile grocery service to senior citizens, until such time as a more permanent arrangement for continuation of the service can be concluded.

Additional detailed information as to the Board's income, expenditures and financial status is provided in the attached Auditor's Report and Financial Statements.

Additional activities included:

- The Board, in conjunction with Manitoba Cooperative Development, retained The Results Group who undertook a study regarding the awareness of cooperatives and the acceptance of cooperative principles. The cost to the Board was $6,000. Results of the study were shared with other interested cooperative organizations.

- Awarding of the Gold Medal to Mr. John Howard, a student in the Department of Agricultural Economics and Farm Management at the University of Manitoba.

- Adjustment of the Board's investment portfolio to include a $150,000 Trust Stabilization Supplement to offset the erosion of the original $128,000 due to inflation.

- Continued support to the Regional Council of the Co-operative College of Canada in their efforts to promote cooperative curriculum.

- Review of the role of the Board and its legislative base in order to ensure that the Board can achieve its mandate.

THE CO-OPERATIVE PROMOTION BOARD

Auditor's Report and Financial Statements
for the year ended March 31, 1984

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE PROMOTION BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedule 1, of the Co-operative Promotion Board for the fiscal year ended March 31, 1984. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Board as at March 31, 1984 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 27, 1984,
Winnipeg, Manitoba.

Exhibit A

THE CO-OPERATIVE PROMOTION BOARD

Balance Sheet
as at March 31, 1984
(with 1983 figures for comparison)

A S S E T S

	1984	1983
Current assets:		
Cash	$ 41,470	$ 105,469
Accrued interest receivable	13,200	3,614
Term deposit - Province of Manitoba	52,000	152,000
Total current assets	106,670	261,083
Investments, at amortized cost, Schedule 1	228,358	64,075
	$ 335,028	$ 325,158

LIABILITIES AND EQUITY

Accounts payable	$ 100	$ 844
Contributed capital:		
Provided under "The Wheat Board Money Trust Act" Cap. 291, R.S.M. 1954 (Note 1)	128,800	128,800
Retained earnings, Exhibit B	206,128	195,514
	$ 335,028	$ 325,158

Exhibit B

THE CO-OPERATIVE PROMOTION BOARD

Statement of Income and Retained Earnings
for the year ended March 31, 1984
(with 1983 figures for comparison)

	1984	1983
Income:		
Interest	$ 30,426	$ 37,173
Amortization of discount on investments	283	608
Total income	30,709	37,781
Expenditure:		
Grants:		
Le Conseil de la Cooperation	2,500	2,500
Proposed Co-op 75	1,000	-
Teulon Co-op	337	-
Westman Media Co-op Ltd.	3,000	-
Special service grant (Note 4)	2,326	14,653
	9,163	17,153
General and administrative expenses:		
Audit fee	900	840
Board members' remuneration	800	600
Board members' travel	3,011	2,127
Gold medal prize	158	142
Sundry	63	154
Research study	6,000	-
	10,932	3,863
Total expenditure	20,095	21 · 6
Net income	10,614	16.765
Retained earnings, beginning of year	195,514	178,749
Retained earnings, end of year, Exhibit A	$ 206,128	$ 195,514

Schedule 1

THE CO-OPERATIVE PROMOTION BOARD

Schedule of Investments
as at March 31, 1984

	Par Value	Cost	Accumulated Discount Amortization	Amortized Cost
Manitoba Hydro-Electric Board, 7 1/4% bonds due on August 1, 1993	$ 67,000	$ 61,305	$ 3,053	$ 64,358
La Federation des Caisses Populaires, 11.3% term deposit due on July 22, 1986	64,000	64,000	-	64,000
Co-operative Credit Society of Manitoba 11.5% term deposit due on August 30, 1986	100,000	100,000	-	100,000
	$ 231,000	$ 225,305	$ 3,053	$ 228,358

THE CO-OPERATIVE PROMOTION BOARD

Notes to the Financial Statements as at March 31, 1984

1. Nature and objectives of the Board

The Co-operative Promotion Board operates under the terms of the Wheat Board Money Trust Act. The Board acts as a trustee for those surplus funds of the original Canadian Wheat Board which were apportioned to Manitoba by the Government of Canada. The total amount apportioned to Manitoba was $128,800 and is held in trust by the Board. The income earned on these funds may be used by the Board for purposes which are consistent with the following objectives specified in the Act:

a. To assist in the development and encouragement of co-operation amongst consumers, producers of natural products, and persons concerned in marketing natural products and in the organization and development of co-operative organizations.

b. To investigate laws relating to co-operative organizations in Manitoba, in other provinces of Canada and in other countries, and to study agencies for and methods of co-operative marketing, production and purchasing, and to report thereon with recommendations of approved matters to the Lieutenant-Governor-in-Council.

c. To promote the general welfare of producers of natural products in the Province and of co-operative organizations in the Province.

2. Accounting policies

a. Income and general and administrative expenses are accounted for on an accrual basis.

b. Grants are reflected as expenditures when paid.

c. Discounts on investments are amortized on a straight line basis over the life of the investment.

3. Commitments

The Board has approved grants amounting to $12,162 which are to be paid in the next fiscal year.

4. Special service grant

The Board provided a grant of $2,326 for the operation of a van which is assigned to an organization to provide a mobile grocery service to senior citizens (1983 - $14,653 for the purchase and operation of the van). The Board intends to donate the van to a consumer oriented non-profit organization interested in continuing the operations.

5. Services provided by the Province

The Province of Manitoba provides the services of support staff and other miscellaneous administrative services at no charge to the Board.